

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

Local Unit of Government Type <input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input type="checkbox"/> Village <input checked="" type="checkbox"/> Other		Local Unit Name Bellevue Community Fire Control Board	County Eaton
Fiscal Year End March 31, 2006	Opinion Date January 9, 2007	Date Audit Report Submitted to State January 26, 2007	

We affirm that:

We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

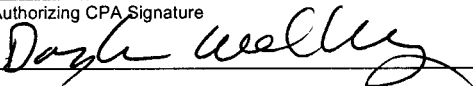
YES
NO

Check each applicable box below. (See instructions for further detail.)

1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
2. ☒ ☐ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
4. ☒ ☐ The local unit has adopted a budget for all required funds.
5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
11. ☒ ☐ The local unit is free of repeated comments from previous years.
12. ☒ ☐ The audit opinion is UNQUALIFIED.
13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

We have enclosed the following:	Enclosed	Not Required (enter a brief justification)	
Financial Statements	<input checked="" type="checkbox"/>		
The letter of Comments and Recommendations	<input checked="" type="checkbox"/>		
Other (Describe)	<input type="checkbox"/>		
Certified Public Accountant (Firm Name) Douglas Wohlberg, CPA		Telephone Number (616) 583-0094	
Street Address PO Box 1013		City Byron Center	State MI
Zip 49315			
Authorizing CPA Signature 	Printed Name Douglas Wohlberg	License Number 18239	

Bellevue Community Fire Control Board

Eaton County, Michigan

FINANCIAL STATEMENTS AND INDEPENDENT AUDITORS' REPORT

Year Ended March 31, 2006

Bellevue Community Fire Control Board

Eaton County, Michigan

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March 31, 2006

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INDEPENDENT AUDITORS' REPORT

To the Board
Bellevue Community Fire Control Board
Eaton County, Michigan

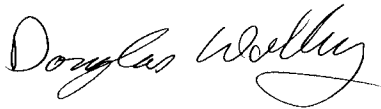
We have audited the accompanying financial statements of the governmental activities, the major fund information of Bellevue Community Fire Control Board as of and for the year ended March 31, 2006, which comprises the Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Bellevue Community Fire Control Board management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of Bellevue Community Fire Control Board as of March 31, 2006, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

The budgetary comparison schedule is not a required part of the basic financial statements but is supplemental information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consist principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, we did not audit the information and express no opinion on it.

The accompanying financial statements do not present a management's discussion and analysis, which would be an analysis of the financial performance for the year. The Governmental Accounting Standards Board has determined that this analysis is necessary to supplement, although not required to be a part of, the basic financial statements.



Byron Center, Michigan
January 9, 2007

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Bellevue Community Fire Control Board

Eaton County, Michigan

Statement of Net Assets

For the year ended March 31, 2006

	Governmental activities
<u>ASSETS</u>	
Cash and cash equivalents	\$ 80,465
Capital assets - net	302,456
TOTAL ASSETS	\$ 382,921
<u>LIABILITIES</u>	
Accrued and other liabilities	\$ 7,536
<u>NET ASSETS</u>	
Invested in capital assets	302,456
Unrestricted	72,929
TOTAL NET ASSETS	375,385
TOTAL LIABILITIES AND NET ASSETS	\$ 382,921

The Notes to the Financial Statements are an integral part of this statement.

Bellevue Community Fire Control Board

Eaton County, Michigan

Statement of Activities

For the year ended March 31, 2006

Functions/Programs	Expenses	Charges for services	Operating grants and contributions	Governmental activities
Primary government				
Governmental activities				
Public safety	\$ 99,855	\$ 18,554	\$ 16,263	\$ (65,038)
General Revenues				
Unrestricted investment income				126
Gain on sale				450
Miscellaneous				84,260
Total general revenues - special items and transfers				84,836
Change in net assets				19,798
Net assets at beginning of year				355,587
Net assets at end of year			\$	375,385

The Notes to the Financial Statements are an integral part of this statement.

Bellevue Community Fire Control Board

Eaton County, Michigan

Governmental Funds

Balance Sheet

March 31, 2006

<u>General Fund</u>	
<u>ASSETS</u>	
Cash	\$ 80,465
<u>LIABILITIES AND FUND EQUITY</u>	
Accrued wages payable	\$ 7,536
<u>FUND EQUITY</u>	
Undesignated	72,929
TOTAL LIABILITIES AND FUND BALANCES	\$ 80,465

The Notes to the Financial Statements are an integral part of this statement.

Bellevue Community Fire Control Board

Eaton County, Michigan

Reconciliation of Fund Balance of Governmental Funds to the Net Assets of Governmental Activities on the Statement of Net Assets

For the year ended March 31, 2006

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Total fund balances - total governmental funds	\$	72,929
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:		
Capital assets at cost		348,988
Accumulated depreciation		(46,532)
Net capital assets		302,456
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Net assets of governmental activities	\$	375,385
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The Notes to the Financial Statements are an integral part of this statement.

Bellevue Community Fire Control Board

Eaton County, Michigan

Governmental Funds

Statement of Revenue, Expenditures, and Changes in Fund Balances

For the year ended March 31, 2006

General Fund	
<u>REVENUE</u>	
Federal grants	\$ 16,263
Charges for services	18,554
Interest and rents	126
Other	84,710
TOTAL REVENUE	119,653
<u>EXPENDITURES</u>	
Public safety	76,589
NET CHANGE IN FUND BALANCES	43,064
FUND BALANCES, BEGINNING OF YEAR	29,865
FUND BALANCES, END OF YEAR	\$ 72,929

The Notes to the Financial Statements are an integral part of this statement.

Bellevue Community Fire Control Board

Eaton County, Michigan

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities

For the year ended March 31, 2006

Net change in fund balances - total governmental funds	\$	43,064
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Amounts reported for governmental activities in the statement of activities are different because:

**Some expense reported in the statement of activities do not require the use of current financial
resources and therefore are not reported as expenditures in governmental funds:**

Depreciation		(23,266)
Change in net assets of government activities	\$	19,798

The Notes to the Financial Statements are an integral part of this statement.

NOTES TO BASIC FINANCIAL STATEMENTS

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of Bellevue Community Fire Control Board conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units. The following is a summary of the significant accounting policies used by Bellevue Community Fire Control Board:

A. Reporting Entity

The governing body of the Bellevue Community Fire Control Board has five members. Each of the four participating members appoints one member from their governing bodies. The fifth member is appointed from the participating members' governing bodies on a rotational basis. The Authority has no component units, entities for which the government is considered to be financially accountable.

B. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenue.

This reporting model provides for separate financial statements for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Bellevue Community Fire Control Board has no proprietary funds. The Authority has no fiduciary funds.

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenue is recognized as soon as it is both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

The government reports the following major governmental fund:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government.

Private-sector standards of accounting issued prior to December 1, 1989, are generally followed in government-wide financial statements to the extent that those standards do not conflict with the standards of the Governmental Accounting Standards Board.

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

D. Assets, Liabilities, and Net Assets or Equity

Bank Deposits and Investments--Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with a maturity of three months or less when acquired. Investments are stated at fair value.

All trade receivables are shown net of allowance for uncollectible amounts.

Capital Assets--Capital assets, which include property, plant and equipment, are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are defined by the government as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Property, plant and equipment is depreciated using the straight-line method over the following useful lives:

Buildings	40 to 60 years
Building improvements	15 to 30 years
Fire trucks	15 years
Office equipment	5 to 7 years
Computer equipment	3 to 7 years

Fund Equity--In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

NOTE 2-STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. All annual appropriations lapse at fiscal year end.

The Authority normally follows these procedures in establishing the budgetary data reflected in the financial statements:

On or before March 1, the Authority Treasurer submits to the Board, a proposed operating budget for the fiscal year commencing on April 1. The operating budget includes proposed expenditures and the means of financing them.

A public hearing is conducted at the Authority hall to obtain taxpayer comments.

On or before March 31, the budget is adopted by resolution.

Any revisions that alter the total expenditures of any fund must be approved by the Authority Board.

Budgeted amounts are presented as originally adopted, or as amended by the Authority Board before March 31. The budget was not amended during the year.

Budgets as presented for the General Fund are prepared on the modified accrual basis of accounting on the activity level. Encumbrances are not recorded at year end. Budget appropriations lapse at the end of each fiscal year.

Budgetary amounts reported herein are as originally adopted, or as amended by the Authority Board throughout the operating year.

The Authority legally adopts budgets for the General Fund.

Budgets shown in the financial statements are adopted on a basis consistent with generally accepted accounting principles, and consist only of those amounts contained in the formal budget approved as amended by the Authority Board.

The legal level of control is at the activity level of the General Fund.

The budget document presents information by fund, function, department and line items. The legal level of budgetary control adopted by the governing body is the fund level.

Amounts encumbered for purchase orders, contracts, etc., are not tracked during the year. Budget appropriations are considered to be spent once the goods are delivered or the services rendered.

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

NOTE 3 - DEPOSITS AND INVESTMENTS

Michigan Compiled Laws, Section 129.91, authorizes Bellevue Community Fire Control Board to make deposits and invest in the accounts of federally insured banks, credit unions, and savings and loan associations which have an office in Michigan. The Authority is allowed to invest in bonds, securities and other direct obligations of the United States or any agency or instrumentality of the United States; United States government or federal agency obligations; repurchase agreements; bankers' acceptance of United States banks; commercial paper rated within the two highest classifications which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated as investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan.

Bellevue Community Fire Control Board Board has designated one bank for the deposit of Authority funds. The investment policy adopted by the Board in accordance with Public Act 196 of 1997 has authorized investment in bonds and securities of the United States government and bank accounts and certificates of deposit, but not the remainder of State statutory authority as listed above.

Bellevue Community Fire Control Board's deposits and investment policy are in accordance with statutory authority.

At year-end, the Authority's deposits and investments were reported in the basic financial statements in the following categories:

		Governmental activities
Cash and cash equivalents	\$	80,465

The bank balance of the Authority's deposits is \$80,465, of which \$80,465 is covered by federal depository insurance and \$0 is uninsured and uncollateralized. The Authority's deposits were in Hastings City Bank and Independent Bank.

Bellevue Community Fire Control Board

Eaton County, Michigan

Notes to Basic Financial Statements

For the year ended March 31, 2006

NOTE 4 - CAPITAL ASSETS

Capital asset activity of the primary government for the current year was as follows:

Governmental Activities	Balance April 1, 2005	Additions	Disposals	Balance March 31, 2006
Capital assets being depreciated:				
Vehicles	\$ 348,988	\$	\$	\$ 348,988
Accumulated depreciation:				
Vehicles	23,266	23,266		46,532
Net capital assets being depreciated	\$ 325,722	\$ (23,266)	\$	\$ 302,456

Depreciation expense was charged to programs of the primary government as follows:

Governmental activities:

Public safety	\$ 23,266
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NOTE 5 - RISK MANAGEMENT

Bellevue Community Fire Control Board is exposed to various risks of loss related to property loss, torts, errors and omissions and employee injuries (workers' compensation), as well as medical benefits provided to employees. Bellevue Community Fire Control Board has purchased commercial insurance for all claims and participates in the Michigan Municipal Risk Management Authority for claims relating to employee injuries. Settled claims relating to the commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

NOTE 6 - OTHER POST-EMPLOYMENT BENEFITS

The Authority has no post-retirement benefit plans.

REQUIRED SUPPLEMENTAL INFORMATION

Bellevue Community Fire Control Board

Eaton County, Michigan

General Fund

Balance Sheet

March 31, 2006

	2006	2005
ASSETS		
Cash	\$ 80,465	\$ 37,401
LIABILITIES AND FUND EQUITY		
LIABILITIES		
Accrued wages payable	\$ 7,536	\$ 7,536
FUND BALANCES		
Undesignated fund balance	72,929	29,865
TOTAL LIABILITIES AND FUND BALANCES	\$ 80,465	\$ 37,401

Bellevue Community Fire Control Board

Eaton County, Michigan

General Fund

Budgetary Comparison Schedule

For the year ended March 31, 2006 with comparative actual amounts for 2005

	Original budget	Final budget	Actual	Variance with final budget	2005
REVENUES					
Federal grants	\$ 16,500	\$ 16,500	\$ 16,263	\$ (237)	\$ -
Charges for services	20,000	20,000	18,554	(1,446)	24,810
Interest and Rentals					
Interest on investments	750	750	126	(624)	4,134
Other Revenue					
Contributions from local units	84,000	84,000	84,260	260	112,141
Sale of fixed assets	-	-	450	450	1,500
Total Other Revenue	84,000	84,000	84,710	710	113,641
TOTAL REVENUES	121,250	121,250	119,653	(1,597)	142,585
EXPENDITURES					
Fire department					
Salaries	33,100	33,100	32,380	720	29,733
Payroll taxes	2,500	2,500	2,495	5	2,261
Supplies	4,300	4,450	3,307	1,143	3,578
Contractual services	33,350	30,100	24,936	5,164	28,272
Utilities	4,700	4,700	2,733	1,967	4,043
Repairs	5,200	6,500	6,474	26	18,822
Capital outlay	9,500	11,300	4,264	7,036	56,593
Total Fire department	92,650	92,650	76,589	16,061	143,302
NET CHANGE IN FUND BALANCES	28,600	28,600	43,064	14,464	(717)
Fund balance at beginning of year	29,865	29,865	29,865	-	30,582
Fund balance at end of year	\$ 58,465	\$ 58,465	\$ 72,929	\$ 14,464	\$ 29,865

AUDITORS' REPORTS

COMMUNICATION WITH AUDIT COMMITTEE OR ITS EQUIVALENT

To the Board
Bellevue Community Fire Control Board
Eaton County, Michigan

We have audited the general purpose financial statements of Bellevue Community Fire Control Board, Eaton County, Michigan for the year ended March 31, 2005, and have issued our report thereon dated January 9, 2007. Professional standards require that we provide you with the following information related to our audit.

Our Responsibility under Generally Accepted Auditing Standards

As stated in our engagement letter dated December 6, 2006, our responsibility, as described by professional standards, is to plan and perform our audit to obtain reasonable, but not absolute, assurance that the general purpose financial statements are free of material misstatement and are fairly presented in accordance with accounting principles generally accepted in the United States of America. Because of the concept of reasonable assurance and because we did not perform a detailed examination of all transactions, there is a risk that material errors, fraud, or other illegal acts may exist and not be detected by us.

As part of our audit, we considered the internal control of Bellevue Community Fire Control Board. Such considerations were solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

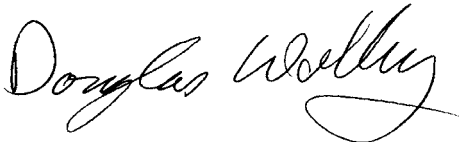
As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we performed tests of the Bellevue Community Fire Control Board's compliance with certain provisions of laws, regulations, contracts, and grants. However, the objective of our tests was not to provide an opinion on compliance with such provisions.

Significant Accounting Policies

Management has the responsibility for selection and use of appropriate accounting policies. In accordance with the terms of our engagement letter, we will advise management about the appropriateness of accounting policies and their application. The significant accounting policies used by Bellevue Community Fire Control Board are described in Note 1 to the general purpose financial statements. No new accounting policies were adopted and the application of existing policies was not changed during the year ended March 31, 2005. We noted no transactions entered into by Bellevue Community Fire Control Board during the year that were both significant and unusual, and of which, under professional standards, we are required to inform you, or transactions for which there is a lack of authoritative guidance or consensus.

We encountered no significant difficulties in dealing with management in performing our audit.

This information is intended solely for the use of the Authority Board and management of Bellevue Community Fire Control Board and is not intended to be and should not be used by anyone other than these specified parties.



Douglas Wohlberg, CPA
Byron Center, Michigan
January 9, 2007

MANAGEMENT COMMENTS LETTER

To the Board
Bellevue Community Fire Control Board
Eaton County, Michigan

In planning and performing our audit of the financial statements of the Bellevue Community Fire Control Board for the year ended March 31, 2006, we considered its internal control in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements.

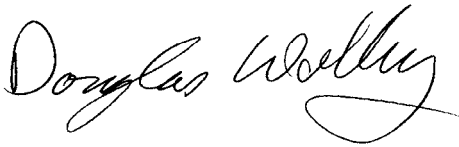
Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control that, in our judgment, could adversely affect the Bellevue Community Fire Control Board's ability to record, process, summarize, and report financial data consistent with the assertions of management in the financial statements.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that errors or fraud in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no material weaknesses.

Our consideration of internal control would not necessarily disclose all matters in internal control that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above.

This report is intended solely for the information and use of the Board, management, and others within the administration or the State of Michigan and is not intended to be and should not be used by anyone other than these specified parties.

These conditions were considered in determining the nature, timing, and extent of the audit tests applied in our audit of the March 31, 2006 financial statements, and this report does not affect our report on those financial statements dated January 9, 2007. We have not considered the internal control since the date of our report.



Douglas Wohlberg, CPA
Byron Center, Michigan
January 9, 2007

REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

To the Board
Bellevue Community Fire Control Board
Eaton County, Michigan

We have audited the general purpose financial statements of Bellevue Community Fire Control Board, Eaton County, Michigan as of and for the year ended March 31, 2005, and have issued our report thereon dated January 9, 2007. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States.

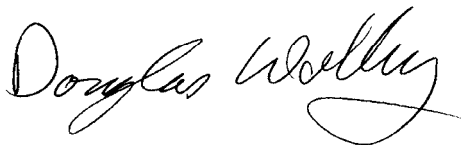
Compliance

As part of obtaining reasonable assurance about whether Bellevue Community Fire Control Board's general purpose financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Bellevue Community Fire Control Board's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the general purpose financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the general purpose financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, others within the organization, the Board, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



Douglas Wohlberg, CPA
Byron Center, Michigan
January 9, 2007